



The Battle of the Neighborhoods (2)

Segmenting and Clustering the city of Edinburgh

Business Problem

- ◇ Chain of bakeries planning to expand to Scotland
- ◇ Two large Scottish cities:
 - ◇ Edinburgh selected – festival foot traffic
 - ◇ Favourable rates & policies
 - ◇ Potentially cheaper location

Data

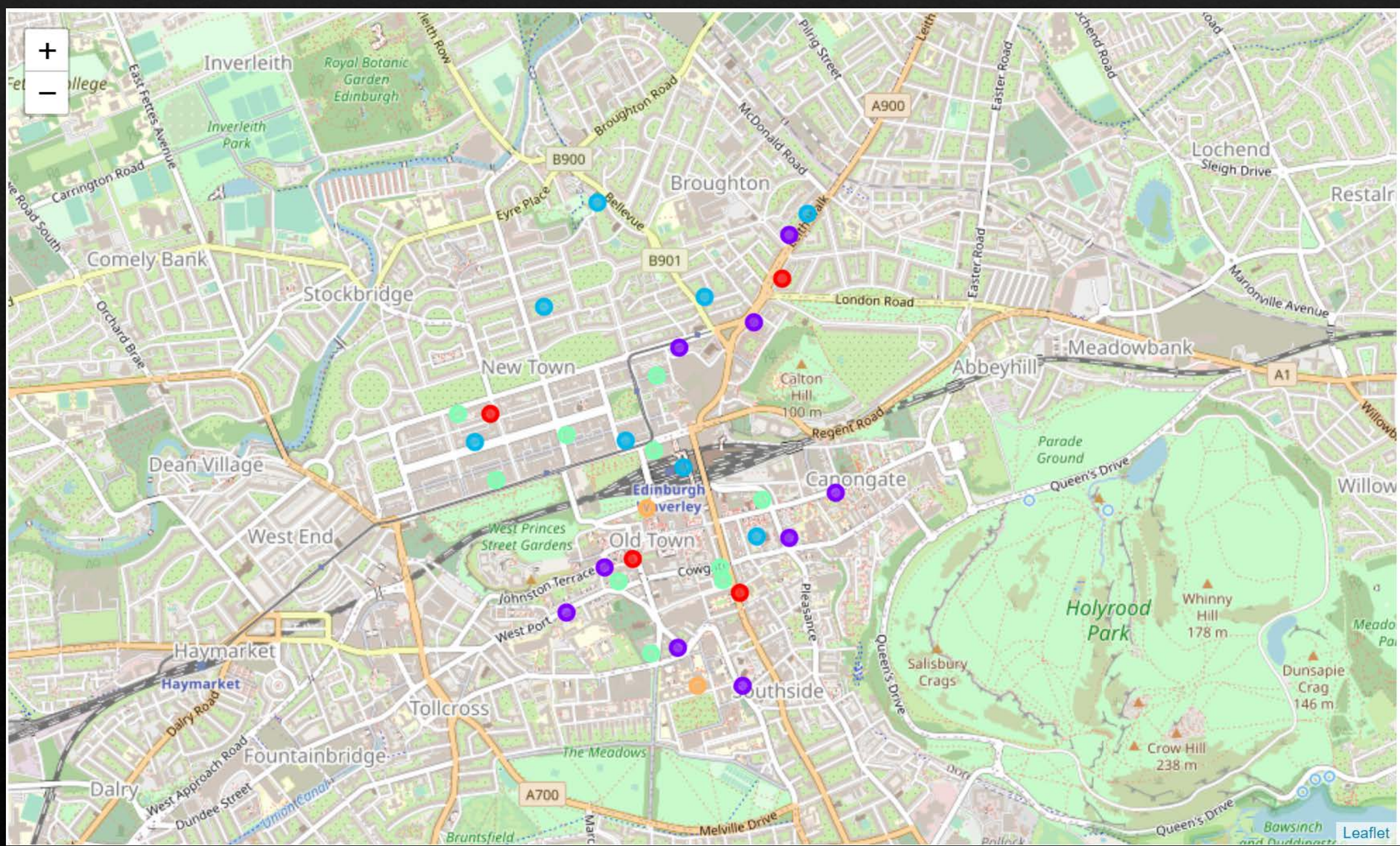
- ◆ '2020-2 Scottish Postcode Directory Files' dataset
 - ◆ Provided by National Records Scotland
 - ◆ Location of interest: Edinburgh
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- ◆ Foursquare API

Methods

- ◇ Python packages
 - ◇ Pandas – using dataframes
 - ◇ NumPy – using arrays
 - ◇ Sci-kit learn – ML algorithm
 - ◇ Geopy – obtain coordinates
 - ◇ Folium – create maps
- ◇ K-Means clustering algorithm
- ◇ Foursquare API

Results

Cluster Label	Key types of Shop/Venue	Colour Legend
0.0	Gourmet Shop	Red
1.0	Ice Cream Shop; Tea Shop	Purple
2.0	Bakery	Blue
3.0	Creperie; Dessert Shop; Tea Room	Green
4.0	Gelato Shop	Orange



Challenges faced...

- ◇ Number of clusters were not optimised
 - ◇ K-Means clustering
- ◇ Size of the original dataset
 - ◇ Limited number of Foursquare calls
- ◇ Coding inconsistencies/errors in Foursquare venues
 - ◇ Thai restaurant?

Recommendations

- ◆ The best location for a new bakery would be away from the blue and green clusters on the map!

